

FISCAL MEMORANDUM

SB 25 – HB 20

April 14, 2008

SUMMARY OF AMENDMENT (016389): Deletes the language of the original bill. Increases the income eligibility ceiling for receipt of the need-based ASPIRE award, HOPE access grant, and HOPE scholarship for nontraditional students from incomes not exceeding \$36,000 per year to incomes not exceeding \$39,000 per year.

FISCAL IMPACT OF ORIGINAL BILL:

Other Fiscal Impact – Increases the expenditure of lottery proceeds earmarked for scholarships and grants by \$5,187,000 in FY07-08 and \$5,706,000 in FY08-09.

FISCAL IMPACT OF BILL WITH PROPOSED AMENDMENT:

Other Fiscal Impact – Increases the expenditure of lottery proceeds earmarked for scholarships and grants by \$1,725,000 in FY08-09 and by \$1,920,000 in FY09-10.

Assumptions applied to amendment:

- According to the Tennessee Higher Education Commission, the number of students that will receive awards in the first year (FY08-09) is approximately 1,150; the number of students receiving awards in the second year (FY09-10) is approximately 1,280.
- The increase of expenditures from lottery proceeds is estimated to be \$1,725,000 ($1,150 \times \$1,500 = \$1,725,000$) for FY08-09.
- The increase of expenditures from lottery proceeds is estimated to be \$1,920,000 ($1,280 \times \$1,500 = \$1,920,000$) for FY09-10.

CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.



James W. White, Executive Director

/rnc